

CADWALADER

*cl*

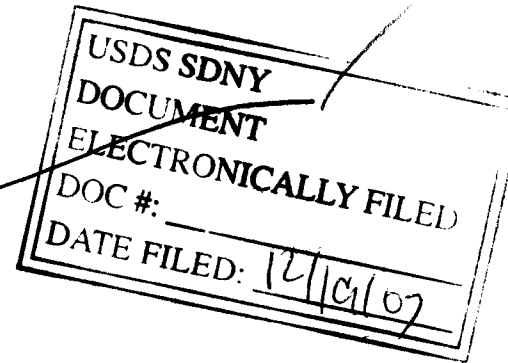
Cadwalader, Wickersham & Taft LLP  
New York London Charlotte Washington Beijing

One World Financial Center, New York, NY 10281  
Tel 212 504 6000 Fax 212 504 6666  
www.cadwalader.com

December 18, 2007

**BY HAND**

Hon. Richard J. Sullivan  
United States District Judge  
United States District Court for the  
Southern District of New York  
Daniel Patrick Moynihan United States Courthouse  
500 Pearl Street  
New York, NY 10007-1312



Re: National Indemnity Company v. Seaton Ins. Co., 07-CV-10349 (RJS)  
National Indemnity Company v. Stonewall Ins. Co., 07-CV-10363 (RJS)

Dear Judge Sullivan:

**MEMO ENDORSED**

We write in response to the request we received from Chambers this morning for a letter signed by both parties acknowledging that the proposed judgments are satisfactory to both parties. By this letter, jointly signed by us and John Nonna, Esq., of Dewey & LeBoeuf, counsel for National Indemnity Company, the parties each acknowledge that the judgments submitted to the Court on December 14, 2007 are acceptable.

Respectfully submitted,

CADWALADER, WICKERSHAM & TAFT LLP

By: *John F. Finnegan*  
John F. Finnegan  
Attorneys for Respondents

DEWEY & LEBOEUF LLP

By: *John M. Nonna*  
John M. Nonna  
Attorneys for Petitioner

SO ORDERED *Richard J. Sullivan*  
Dated: 12/19/07 RICHARD J. SULLIVAN  
U.S.D.J.

MICROFILMED

JAN 04 2008 -2 10 PM